

CHAPTER NO. 379

HOUSE BILL NO. 810

By Representatives Kisber, Eckles, Brenda Turner, Stulce, Whitson, Ronnie Davis, Pleasant

Substituted for: Senate Bill No. 1107

By Senator Cooper

AN ACT to amend Tennessee Code Annotated, Title 56 and Title 71, relative to disclosures concerning certain organizations operated pursuant to waivers granted under federal programs.

BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF TENNESSEE:

SECTION 1. (a) The following persons associated with a managed care organization that participates in the TennCare program shall make disclosures required in Section 8-50-502:

(1) officers and directors of the managed care organization;

(2) any person who is the legal or beneficial owner of five percent (5%) or more of the stock or other ownership interest in the managed care organization;

(3) any person who controls, is controlled by or is under common control with, the managed care organization and who has entered into a management agreement, service contract, cost-sharing agreement or reinsurance contract with a managed care organization. For purposes of this provision, control has the same meaning as set forth in Tennessee Code Annotated, Section 56-11-201(b)(3).

(b) An official in the legislative branch, an official in the executive branch and their immediate family, as such terms are defined in Tennessee Code Annotated, §3-6-102, shall disclose any ownership interest or other connection as an officer, employee or director which such person may have in any managed care organization that participates in the TennCare program.

(c) The compensation from the managed care organization of all persons required to make disclosure under subsection (a) shall be disclosed in addition to the disclosure required under subsection (a).

(d) Disclosures required by the provisions of this act shall be made to the Commissioner of Health and shall be made by March 1 of each year for the previous calendar year.

SECTION 2. This act shall take effect July 1, 1999, the public welfare requiring it.

PASSED: May 27, 1999


JIMMY RAIFEH, SPEAKER
HOUSE OF REPRESENTATIVES


JOHN S. WILDER
SPEAKER OF THE SENATE

APPROVED this 14th day of June 1999


DON SUNDQUIST, GOVERNOR